IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF PENNSYLVANIA

ACCURIDE ERIE L.P., a limited partnership,

Plaintiff,

VS.

INTERNATIONAL UNION, UNITED AUTOMOBILE, AEROSPACE & AGRICULTURAL IMPLEMENT WORKERS OF AMERICA, LOCAL UNION 1186, a voluntary unincorporated association,

Defendant.

Case No. 05-CV-169 Erie

Judge Sean J. McLaughlin

ANSWER TO UNION ENTITIES' FIRST AMENDED COUNTERCLAIM

[Electronically Filed]

AND RELATED COUNTERCLAIM

COMES the Plaintiff/Counterclaim Defendant, Accuride Erie L.P. ("Accuride"), by counsel, and for its Answer to the First Amended Counterclaim ("Counterclaim") of Defendant/Counterclaim Plaintiff International Union, United Automobile, Aerospace & Agricultural Implement Workers of America, Local Union 1186 (the "Local") and Counterclaim Plaintiff International Union, United Automobile, Aerospace & Agricultural Implement Workers of America (the "UAW"), hereinafter jointly referred to as the "Union Entities," states as follows:

INTRODUCTION

- 1. Accuride admits that the Counterclaim purports to seek to confirm a labor arbitration award pursuant to Section 301 of the Labor Management Relations Act, 29 U.S.C. § 185 ("Section 301"), denies that the award may be confirmed, and denies the remaining allegations in paragraph 1 of the Counterclaim.
 - 2. The Counterclaim contains no paragraph 2.
 - 3. Accuride admits the allegations of paragraph 3 of the Counterclaim.
 - 4. Accuride admits the allegations of paragraph 4 of the Counterclaim.

- 5. Accuride admits that the Union Entities are voluntary unincorporated associations, that the Local is based in Erie, Pennsylvania, that the Local is affiliated with the UAW, that the UAW has its headquarters located at 8000 East Jefferson Avenue, Detroit, MI 48214, and that the Union Entities represent certain Accuride employees, some of whom are eligible for medical benefits pursuant to an agreement between Accuride and the Local (the "Agreement"), and denies the remaining allegations of paragraph 5 of the Counterclaim.
- 6. Accuride admits that it maintains offices and a place of business at 1015 East 12th Street, Erie, Pennsylvania, 16503 (the "Erie Plant"), and denies the remaining allegations of paragraph 6 of the Counterclaim.
- 7. Accuride admits that the Union Entities are labor organizations for purposes of Section 301 that have represented a bargaining unit including production and maintenance employees at the Erie Plant, that Exhibit A to the Counterclaim is a copy of the Agreement and that Exhibit B is a copy of a Memorandum of Settlement that was signed by representatives of Accuride and the Local in September 2003, and denies the remaining allegations of paragraph 7 of the Counterclaim. Accuride affirmatively avers that it has owned and operated the Erie Plant since May 1997, and has since that time been a party to successive collective bargaining agreements with the Local covering certain bargaining unit employees at the Erie Plant.
- 8. Accuride admits that the Local submitted a grievance on June 8, 2004, purporting to allege that Accuride refused to provide medical benefits to certain of its employees, and denies the remaining allegations of paragraph 8 of the Counterclaim.
- 9. Accuride admits that Accuride and the Local submitted the grievance to arbitration, that a hearing was held on January 26, 2005, before Arbitrator Robert Creo,

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and that Arbitrator Creo issued an Opinion and Award dated April 26, 2005, and denies the remaining allegations of paragraph 9 of the Counterclaim.

- 10. Accuride admits that the Award purports to order Accuride to provide benefits to certain employees and to make them whole, denies that Accuride improperly denied benefits to any employee, denies that any remedy was appropriate for the Local's purported claim in the grievance, affirmatively avers that the Arbitrator exceeded his authority and damaged Accuride by purporting to order it to provide benefits to employees who are not eligible for those benefits, and denies the remaining allegations of paragraph 10 of the Counterclaim.
 - 11. Accuride denies the allegations of paragraph 11 of the Counterclaim.
- 12. Accuride admits that the Union Entities have requested that the Company furnish benefits to employees, affirmatively avers that those benefits were not negotiated by the Union Entities or included in the Agreement, and denies the remaining allegations of paragraph 12 of the Counterclaim.
- 13. Accuride admits the allegations of paragraph 13 of the Counterclaim and affirmatively avers that the Award exceeded the Arbitrator's authority, did not derive its essence from the parties' Agreement, and was therefore improper and unenforceable.
- 14. Accuride realleges and incorporates by reference its responses to paragraphs 1 and 3-13 of the Counterclaim as though fully set forth.
 - 15. Accuride denies the allegations of paragraph 15 of the Counterclaim.
 - 16. Accuride denies the allegations of paragraph 16 of the Counterclaim.
- 17. Accuride denies each and every allegation of the Counterclaim not specifically admitted herein.

WHEREFORE, Accuride respectfully demands judgment against the Union Entities as follows:

- 1. Dismissing the Counterclaim in its entirety;
- 2. Granting such other and further relief as may be necessary and proper.

DATED this 14th day of October, 2005.

QUINN, BUSECK, LEEMHUIS, TOOHEY & KROTO, INC.

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